

M/043/014



State of Utah

Department of
Natural Resources

Division of
Oil, Gas & Mining

ROBERT L. MORGAN
Executive Director

LOWELL P. BRAXTON
Division Director

OLENE S. WALKER
Governor

GAYLE F. McKEACHNIE
Lieutenant Governor

February 13, 2004

Bruce Shepherd
Bank One, NA
2910 Washington Blvd., Suite 350
Ogden, Utah 84401

Subject: Release of Letters of Credit, Interpace Industries, Inc., Henefer Red Clay Mine (M/043/014), and Clinton Clay Pit Mine (M/049/006), Summit and Utah Counties, Utah

Dear Mr. Shepherd:

Bank One issued two Letters of Credit (LOC) which they held on behalf of the Division of Oil, Gas and Mining as reclamation surety for Interpace Industries, Inc.'s Henefer Red Clay Mine and their Clinton Clay Pit Mine. LOC _____ in the amount of \$63,300 was for the Henefer Red Clay Mine, and LOC _____ in the amount of \$88,700 was for their Clinton Clay Pit Mine.

Interpace Industries has since replaced these two LOC's with another form of surety; therefore, on February 6, 2004, the Division released and returned the two Bank One LOC's to Interpace for their return to the bank. It is our understanding that this has been accomplished.

This letter is to officially advise you that the Division hereby releases Bank One from any further obligation associated with Letters of Credit _____ and _____.

Thank you for your help in providing these LOC's to the mine operator when he needed them. It is a pleasure working with your bank. If you have any questions or concerns regarding this letter, please contact Mr. D. Wayne Hedberg, Minerals Permit Supervisor, directly at (801) 538-5286.

Sincerely,

Lowell P. Braxton, Director
Utah Division of Oil, Gas and Mining

LPB:jb

cc: Aaron Hancock, Interpace Industries
D. Wayne Hedberg, DOGM

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